

Budget Brief – Subcommittee Overview

NUMBER EDHR-05-14

SUMMARY

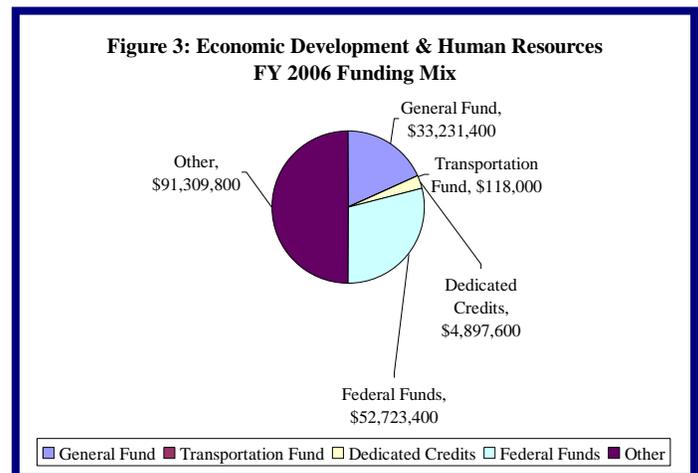
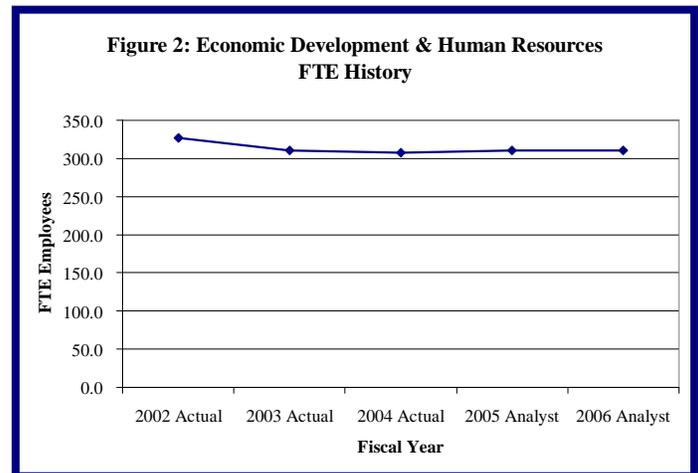
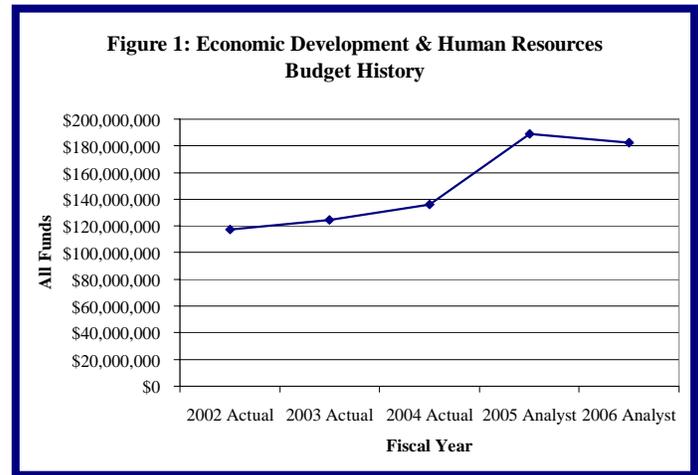
The Economic Development Human Resources Appropriations Subcommittee reviews and approves the budgets for three areas of government. The subcommittee makes a recommendation to the Executive Appropriations Committee and the whole Legislature for final approval. The areas for which this subcommittee is responsible are:

- Department of Community and Economic Development
- Department of Human Resource Management
- Career Service Review Board

New Budget Analysis Format

During the 2004 Interim the Executive Appropriations Committee unanimously approved a new budget analysis format. Budget analyses now consist of three parts:

1. Compendium of Budget Issues (COBI). This document provides detailed information at a program level. It is a resource for decision-makers desiring further detail or background information beyond the summary provided in Budget Briefs. It was mailed in November and does not contain recommendations.
2. Issue Briefs. Easily recognizable by their blue headers, these short documents will discuss issues that transcend line items or merit more discussion that space allows in the Budget Briefs.
3. Budget Brief. Recognizable by their green headers, the Budget Brief is used to highlight issues, recommendations, accountability measures, and summary-level budget tables. The purpose of this document is to bring issues to the forefront for subcommittee discussion.



ISSUES AND RECOMMENDATIONS

A summary of the Analyst's recommendations for appropriation changes is provided on page 3. Other budget issues that the Analyst will present, but not necessarily suggest an amount to appropriate, include:

- Intent Language – usually to make appropriations non-lapsing.
- Recommendations related to the Industrial Assistance Fund.
- Library – Fees

LEGISLATIVE ACTION

The Executive Appropriations Committee (EAC) has allocated last year's ongoing state funds appropriation as this year's beginning base. The EAC requests that the subcommittee adopt base budgets for each agency under the subcommittee's purview, fund subcommittee priorities by reallocating revenue among programs, and provide a prioritized list of desired items for funding.

Base Budget Adoption

Adoption of a base budget enables programs to continue for the next fiscal year at relatively the same budget level as the current fiscal year. Some changes in base budgets may occur, namely in non-state funds, program shifts within a line item, or reduction of dedicated credits of federal funds, etc. Program base budgets are provided on page 4. Further detail of program base budgets and changes to the base may be found in upcoming Budget Briefs.

The Analyst may recommend several changes to both state funding and non-state funding levels. However, since subcommittees have not been allocated additional state funds over last year's appropriation, the Analyst has not built state fund increases into the budget tables. Non-state fund changes may be built into the tables, but are still called to legislative attention for approval or disapproval.

Compensation Package Not Discussed

The Analyst's recommendations do not currently discuss personal services. In order to avoid inequities between agencies, the Executive Appropriations Committee sets compensation and benefit changes statewide.

EDHR Subcommittee Summary and Index of Budget Briefs

Budget Brief		FY 2005	FY 2006	
Reference	Description	Revised	Analyst	FTE
EDHR-05-01	Career Service Review Board	182,100	165,800	2
EDHR-05-02	Department of Human Resource Management	3,598,200	3,335,000	36.5
EDHR-05-03	Community Development	52,599,600	51,766,100	56.2
EDHR-05-04	Community Development Capital	51,400,000	51,800,000	
EDHR-05-05	Zoos	1,598,700	1,398,700	
EDHR-05-06	Division of Indian Affairs	225,400	209,000	3.0
EDHR-05-07	Division of Fine Arts	4,212,900	3,395,300	21.5
EDHR-05-08	Division of State History and Historical Society	3,125,600	3,054,700	32.0
EDHR-05-09	Division of State Library	7,826,000	7,740,500	72.0
EDHR-05-10	DCED Administration	4,445,700	2,395,200	10.0
EDHR-05-11	Division of Business and Economic Development	12,278,700	8,610,500	39.0
EDHR-05-12	Incentive Funds	349,300	347,800	3.0
EDHR-05-13	Division of Travel Development	4,052,700	3,883,200	21.0
EDHR-05-14	Subcommittee Overview			
EDHR-05-15	Revenue Transfers	43,143,300	44,178,400	
	Total	\$189,038,200	\$182,280,200	296.2

Funding Priorities and Analyst Recommendations

EDHR Subcommittee Recommended Appropriation Changes

Rank	Line Item/Program	Fiscal Year	Fund Source	Analyst		Subcommittee Recommended Amount	Issue Brief Reference
				Recommended Amount	1-Time		
1	Industrial Assistance Fund	2005	GF	4,442,800	X		EDHR-05-01
2	Emergency Food Network	2006	GF	130,000			EDHR-05-02
3	Centers of Excellence	2006	GF	1,000,000	X		EDHR-05-03
4	Tourism Marketing Performance Fund	2005	GF	200,000	X		EDHR-05-05
	Total			\$5,772,800		\$0	

BUDGET DETAIL

Economic Development & Human Resources						
	FY 2004	FY 2005		FY 2005		FY 2006
Sources of Finance	Actual	Appropriated	Changes	Revised	Changes	Analyst*
General Fund	33,046,400	33,231,400	0	33,231,400	0	33,231,400
General Fund, One-time	7,153,800	4,175,800	0	4,175,800	(4,175,800)	0
Transportation Fund	118,000	118,000	0	118,000	0	118,000
Federal Funds	37,704,300	51,199,400	210,800	51,410,200	1,313,200	52,723,400
Dedicated Credits Revenue	3,887,300	4,179,900	613,800	4,793,700	103,900	4,897,600
Federal Mineral Lease	32,082,800	18,085,700	16,006,200	34,091,900	444,100	34,536,000
General Fund Restricted	550,000	0	650,000	650,000	(300,000)	350,000
GFR - Homeless Trust	0	650,000	(650,000)	0	0	0
GFR - Industrial Assistance	186,600	189,300	0	189,300	(1,500)	187,800
GFR - Mineral Bonus	6,702,200	1,540,000	4,560,000	6,100,000	0	6,100,000
GFR - Tourism Marketing Performance	450,000	0	0	0	0	0
Permanent Community Impact	37,103,100	17,929,900	32,162,000	50,091,900	44,100	50,136,000
Transfers	4,241,400	0	0	0	0	0
Beginning Nonlapsing	4,087,700	0	4,186,000	4,186,000	(4,186,000)	0
Closing Nonlapsing	(4,186,000)	0	0	0	0	0
Lapsing Balance	(26,814,000)	0	0	0	0	0
Total	\$136,313,600	\$131,299,400	\$57,738,800	\$189,038,200	(\$6,758,000)	\$182,280,200
Agencies						
Career Services Review Board	187,500	166,800	15,300	182,100	(16,300)	165,800
Human Resource Management	3,185,800	3,323,700	274,500	3,598,200	(263,200)	3,335,000
Community & Economic Development	87,357,000	104,830,000	37,284,600	142,114,600	(7,513,600)	134,601,000
Restricted Revenue - EDHR	45,583,300	22,978,900	20,164,400	43,143,300	1,035,100	44,178,400
Total	\$136,313,600	\$131,299,400	\$57,738,800	\$189,038,200	(\$6,758,000)	\$182,280,200
Categories of Expenditure						
Personal Services	17,923,900	19,745,400	(110,600)	19,634,800	11,800	19,646,600
In-State Travel	259,300	313,500	(28,500)	285,000	2,300	287,300
Out of State Travel	367,700	365,700	80,300	446,000	(73,100)	372,900
Current Expense	9,378,500	9,394,800	3,248,900	12,643,700	(2,807,000)	9,836,700
DP Current Expense	971,200	1,023,300	558,300	1,581,600	(540,700)	1,040,900
DP Capital Outlay	532,600	94,800	(16,200)	78,600	1,200,200	1,278,800
Capital Outlay	0	364,100	(359,100)	5,000	(5,000)	0
Other Charges/Pass Thru	106,786,200	99,997,800	54,271,200	154,269,000	(4,548,400)	149,720,600
Operating Transfers	94,200	0	94,500	94,500	1,900	96,400
Total	\$136,313,600	\$131,299,400	\$57,738,800	\$189,038,200	(\$6,758,000)	\$182,280,200
Other Data						
Vehicles	39.0	39.0	0.0	39.0	0.0	39.0
Total FTE	308	312	(1)	311	(0)	311

*Does not include amounts in excess of subcommittee's state fund allocation that may be recommended by the Fiscal Analyst.